

MINUTES
STATE BOARD OF FINANCE
December 19, 2006
OFFICE OF THE OMB
STATE HOUSE ROOM 212

Members in Attendance:

Charles Schalliol, OMB Director

Tim Berry, Treasurer

Also in Attendance:

Paul Lottes, Deputy Auditor

Debbie Hineline, Department of Education

Lottie Hooyer, Auditor of State's Office

CALL TO ORDER

The meeting was called to order by OMB Director Chuck Schalliol.

APPROVAL OF MINUTES

Deputy Auditor Paul Lottes moved to approve the minutes from the October 17, 2006, meeting. Treasurer Berry seconded, and the minutes were unanimously approved.

DESIGNATION OF A DEPOSITORY FOR PUBLIC FUNDS OF THE STATE

At the request of Treasurer of State Tim Berry, pursuant to I.C. 5-13-9.5, the "Application for Designation as a Depository of Public Funds" was submitted to the Board for approval on behalf of First Federal Savings & Loan Association of Hammond.

Treasurer Berry moved to approve the designations, Deputy Auditor Lottes seconded, and the designation was unanimously approved.

INDIANAPOLIS DESEGREGATION DISTRIBUTIONS

A request was made by the Department of Education for the desegregation distributions to the following Indianapolis School Corporations effective January 3, 2007. The January quarterly installment for desegregation represents one-fourth of the estimated expenses for 2006-2007 and totals \$10,553,677.94. These claims were submitted by seven public school corporations under the Order. Transfer tuition comprises \$6,289,470.22. The residual \$4,264,207.72 is transportation, other desegregation costs and transition support.

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|--------------------------------|-------------------|
| <u>MSD Decatur Twp.</u> | |
| Transfer Tuition | 587,431.44 |
| Regular Transportation | 214,740.38 |
| Extracurricular Transportation | 53,590.36 |
| Other Desegregation Costs | <u>428,024.06</u> |
| Total | 1,283,786.24 |

| | |
|----------------------------|-------------------|
| <u>Franklin Township</u> | |
| Transfer Tuition | 446,450.25 |
| Regular Transportation | 251,817.50 |
| Other Desegregation Costs | <u>312,395.29</u> |
| Total | 1,010,663.04 |
| <u>MSD Lawrence Twp.</u> | |
| Transfer Tuition | 445,796.22 |
| Regular Transportation | 41,750.86 |
| Other Desegregation Costs | <u>152,286.55</u> |
| Total | 639,833.63 |
| <u>MSD Perry Twp.</u> | |
| Transfer Tuition | \$1,553,786.11 |
| Regular Transportation | 664,602.91 |
| Other Desegregation Costs | <u>754,403.05</u> |
| Total | 2,972,792.07 |
| <u>MSD Warren Twp.</u> | |
| Transfer Tuition | \$1,244,432.27 |
| Regular Transportation | 168,785.00 |
| Other Desegregation Cost | <u>289,105.13</u> |
| Total | 1,702,322.40 |
| <u>MSD Wayne Twp.</u> | |
| Transfer Tuition | \$2,011,573.93 |
| Regular Transportation | 164,923.64 |
| Other Desegregation Costs | <u>469,032.99</u> |
| Total | 2,645,530.56 |
| <u>Indianapolis Public</u> | |
| Transition Support | <u>298,750.00</u> |
| Total | 298,750.00 |

Pursuant to the Federal Court Order, section 5(a)(1), the State shall repay itself from the state support due the Indianapolis Public Schools the lesser of the total amount of transfer tuition payable to all receiving corporations or certain state and local revenues for the students transferred. Accordingly, the January tuition support payment to the Indianapolis Public Schools will be decreased by \$5,928,191.38.

Deputy Auditor Paul Lottes moved to approve the distributions as set forth in the agenda, Treasurer Berry seconded, and the distributions were unanimously approved.

APPROVAL OF 2007 MEETING SCHEDULE

The Auditor's office will contact Deputy Treasurer Kirke Willing and Holly Hilger of the OMB office to coordinate a schedule for 2007. Deputy Auditor Lottes stated that the 3rd Tuesday of the month had been the past schedule. Treasurer Berry added that the Members only needed to meet in the case that there were proposed depositories or a desegregation distribution. Director Schalliol also added that any new projects that should arise from legislative session would also need to be included.

FUTURE MEETING

The next meeting of the State Board of Finance will be held on January 16, 2007 pending approval of 2007 meeting schedule.

NEW OR OTHER BUSINESS

There being no new or other business to before the Board the meeting was adjourned by consensus.

Paul Lottes, Deputy Auditor

Charles Schalliol, OMB Director

Tim Berry, Treasurer